

# Economic Development Administration Loan Fund

# Fund 444

## PURPOSE OF THE FUND:

The Economic Development Administration Loan Fund was established to account for moneys received from the United States Department of Commerce, Economic Development Administration, for the City of San José economic development administration program (Section 4.80.2410). Also deposited into the fund are any moneys which constitute repayments of loans and/or the interest accruing thereon.

## AUTHORITY FOR THE FUND:

San José Municipal Code sections 4.80.2400 through 4.80.2430. Revenue and expenditure estimates are budgeted via Council funding sources resolution and appropriation ordinance, respectively.

## SOURCE OF FUNDS:

- Interest earnings
- Investment earnings
- Moneys received from the United States Department of Commerce, Economic Development Administration, for the City of San José economic development administration program

## FUND RESTRICTIONS:

While the use of moneys within this fund is not subject to Proposition 218, certain moneys in this fund may be restricted by other policies and guidelines, which are described below.

Subject to the provisions of Section 4.80.2430, moneys in the Economic Development Administration Loan Fund shall be expended only for:

- A. Loans to small businesses for business expansion, remodeling, working capital, equipment, or other specified uses with the goal of generating additional employment opportunities as a result of such assistance to businesses within the City of San José.
- B. Expenses for the administration of the Economic Development Administrative Loan Fund. Such expenses include, but are not limited to, the following: purchase of supplies and materials necessary to conduct the program; auditing and actuarial services; contractual services to accomplish the administration of the fund; and any other expenses, both direct and indirect, of administration of the fund (Section 4.80.2420).

The City Council may transfer at any time moneys which constitute repayment of loans made pursuant to Section 4.80.2420A, and/or interest accrued thereon, from the Economic Development Administration Loan Fund to any other fund, provided the transfer is consistent with applicable federal regulations.

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### **LEAD RESPONSIBILITY:**

Office of Economic Development

### **FINANCIAL INFORMATION AND LOCATION:**

#### **Comprehensive Annual Financial Report (CAFR) Designation:**

Governmental Fund-Special Revenue

#### **Budget Location:**

Adopted Operating Budget

#### **Funding Sources Resolution and Appropriation Ordinance Location:**

Section 24.01